

IN THE SPECIFICATION

On page 2, after the title, please amend the following paragraph.

C1 This is a divisional of application Serial No. [[\_\_\_\_\_]] 09/784,928, filed on February 15, 2001, entitled "A Memory Usage Scheme for Performing Wavelet Processing," and assigned to the corporate assignee of the present invention.

Please amend the paragraph beginning on page 49, line 6 as indicated below.

C2 Once a codestream is created, it may be desirable to edit parts of the image. That is, for example, after performing encoding to create the codestream, a set of tiles may be decoded. After decoding the set of times tiles, editing may be performed, followed by encoding the set of tiles with the edits to the same size as the encoded tiles were prior to their decoding. Examples of typical editing include sharpening of text and removing "red-eye." The JPEG 2000 codestream can be edited in memory or in a disk file system without rewriting the entire codestream.